

June 11, 2005

To Whom it May Concern:

Re: Montana Use of Credit Information in Personal Insurance Act

Montana has adopted a statute regulating the use of credit by insurers. The new law will become effective October 1, 2005.

Entities utilizing credit and/or insurance credit scoring models in rating and/or underwriting must submit those models to the Montana Insurance Department for review for compliance with the new law. All models and scoring processes must be submitted, regardless of whether or not they have been previously filed with this office. All existing models must be submitted between now and September 30, 2005.

If any model does not comply with the new law it may be revised and must be submitted for review before being used. Any models newly created after October 1, 2005 must be filed with the State Auditor's Office and comply with the new Act.

To view a copy of the Act use:

<http://data.opi.state.mt.us/bills/2005/billhtml/SB0311.htm>.

See the attached bulletin for a description of the new Act.